§ 1135.10

- (f) Any person defined as a producerhandler:
- (g) Any person in his capacity as the operator of another order plant described in §1135.7(c) (2) and (3);
- (h) Any person in his capacity as the operator of an unregulated supply plant; and
- (i) Any person in his capacity as the operator of an exempt distributing plant.

[46 FR 28612, May 28, 1981, as amended at 59 FR 15324, Apr. 1, 1994]

§1135.10 Producer-handler.

Producer-handler means any person who meets all of the following conditions:

- (a) Operates a dairy farm and a distributing plant at which Grade A milk of his own production is processed and packaged, and from which there is route disposition in the marketing area;
- (b) Receives no milk or fluid milk products from any source other than pool plants, other order plants, and bulk tank handlers described in §1135.9 (b) and (d);
- (c) Such receipts do not exceed the lesser of 5 percent of his Class I utilization during the month or 5,000 pounds;
- (d) Does not reconstitute or convert milk products into fluid milk products except to increase by the addition of nonfat dry milk the nonfat milk solids content of its own farm production or of fluid milk products received from other sources; and
- (e) Provides proof satisfactory to the market administrator that the care and management of the dairy animals and other resources necessary for his own farm production and the operation of the processing and packaging business are the personal enterprise and risk of such person.

§1135.11 [Reserved]

§1135.12 Producer.

- (a) Except as provided in paragraph (b) of this section, *producer* means any person who produces milk approved by a duly constituted regulatory agency for disposition as Grade A milk and whose milk is:
- (1) Received at a pool plant directly from such person;

- (2) Received by a handler described in §1135.9 (b), (c) or (d); or
- (3) Diverted from a pool plant in accordance with §1135.13.
 - (b) "Producer" shall not include:
- (1) A producer-handler as defined in any order (including this part) issued pursuant to the Act;
- (2) Any person who produces milk that is diverted to a pool plant from an other order plant if the other order designates such person as a producer under that order and such milk is allocated to Class II or Class III utilization pursuant to §1135.44(a)(8)(iii) and the corresponding step of §1135.44(b); or
- (3) Any person who produces milk that is reported as diverted to an other order plant if any portion of such person's milk so moved is assigned to Class I under the provisions of such other order or the other order designates such person as a producer under such order.

§1135.13 Producer milk.

Producer milk means the skim milk and butterfat in milk of a producer that is:

- (a) Received at a pool plant directly from such producer by the operator of the plant;
- (b) Received at a pool plant from a handler described in §1135.9(c);
- (c) Received by a handler described in §1135.9(c) in excess of the quantity delivered to pool plants;
- (d) Received by a handler described in §1135.9(d) that is not diverted pursuant to paragraph (f) of this section;
- (e) Diverted from a pool plant for the account of the handler operating such plant to another pool plant; or
- (f) Diverted from a pool plant to a nonpool plant by a pool plant operator or a handler described in §1135.9 (b) or (d), subject to the following conditions:
- (1) Milk of a dairy farmer who was not a "producer" in the preceding two months shall not be eligible for diversion until one day's production of milk is physically received at a pool plant;
- (2) During each of a dairy farmer's first three months as a "producer" under this order, and after any period of two months or longer that a dairy farmer is not a "producer" under this order, milk of the dairy farmer shall